COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE

COMMISSION OF THE APPLICATION OF THE

FUEL ADJUSTMENT CLAUSE OF GRAYSON

RURAL ELECTRIC COOPERATIVE

CORPORATION FROM MAY 1, 1991 TO

OCTOBER 31, 1991

)

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 6, 1991 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Grayson Rural Electric Cooperative Corporation ("Grayson") for the 6 months ended October 31, 1991.

As part of this review, the Commission ordered Grayson to submit certain information and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Grayson has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that Grayson has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.

IT IS THEREFORE ORDERED that the charges and credits billed by Grayson through its FAC for the period May 1, 1991 to October 31, 1991 be and they hereby are approved.

Done at Frankfort, Kentucky, this 6th day of April, 1992.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director, Acting

L.H. Rhan